GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:310
ANSWERED ON:01.03.2002
OBSERVATION MADE BY C & AG ON MODVAT
SHEESH RAM SINGH RAVI

Will the Minister of FINANCE be pleased to state:

(a) whether C&AG in their report 11 of 2001 pages 23 to 32 has pointed out repeatedly of the delay in raising demands, or not raising them at all and grant of MODVAT and non recovery of hundreds of crores of rupees and for not fixing accountability and responsibility of officials thereby causing huge financial loss to the State;

(b) if so, the details in this regard; and

(c) the corrective steps taken by the Government in this regard ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (GINGEE N. RAMACHANDRAN)

(a), (b) & (c) Reply of Ministry on the points raised by C&AG is mentioned in the C&AG`s Report.In general, whenever wrong availment of benefit is noticed, necessary action is taken as per the relevant legal provisions to safeguard the revenue. Further, legal provisions are reviewed from time to time to ensure against misuse or unintended benefit.